

PIC M 037 088
outgoing

From: Beth Ericksen
To: Lantz Indergard
Date: 06/16/2008 12:54 PM
Subject: RE: Review estimate

Lanz,

I am back in the office today June 16. This email was sent on the 10th June. Is the content still applicable? Susan is out with a knee replacement, so I don't know what the status is as she did call me on Friday and indicated the possibility that you might be 'withdrawing' the submittal. If you are, what does that mean? I believe this request should be in writing if that is your decision. Please help clarify so I can understand your position.

Beth

Beth Ericksen
Engineer
State of Utah
Department of Natural Resources
Division of Oil, Gas, and Mining

contact information:
ph: 801 538 5318
email: bethericksen@utah.gov
Secretary: 801 538 5291

>>> "Lantz Indergard" <Lndergard@lisbonvalley.com> 06/10/2008 2:20 PM >>>
Hello Beth:

Hope you located our submittal? Also looking for your help.

As previously discussed, I need to have an idea of the regulatory bond amount before I can revise our reclamation insurance policy with AIG. With revised policy in place, I can get the rental agreement in place with Wheeler and get equipment rounded up.

In lieu of the schedule, I believe I can work with a verbal approval of the bond amount. Can I get a verbal?

The last several iterations have changed the bond from 5M to about 5.5M. If I can get a sense for the final number, I can start working with AIG to get our policy revised. I'm using the same spreadsheets with the insurance folks. Their underwriters come up with an independent estimate for use in determining the insurance policy amount.

Please remember we'll be revising this again next year when we add the plant demolition estimate. This provides the opportunity to revise other parts of the bond.

For example, if I can get moving on Dump C & haul roads now, I'll have the actual costs tracked. Hrly production, actual unit costs for grading & ripping, actual diesel consumption, etc, all can be merged with the Unit Costs Evaluation worksheet next year. Therefore, doing

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the work this year not only uses today's dollars, it allows us to estimate and manage ongoing work in the coming years!

I understand you're swamped, and not intended to pressure you. Just looking for a way to get working this year from a cost management perspective.

-----Original Message-----

From: Beth Ericksen [<mailto:bethericksen@utah.gov>]

Sent: Monday, June 02, 2008 4:31 PM

To: Lantz Indergard

Subject: Review estimate

Lanz,

The submittal hasn't been reviewed yet. I am tracking it down from our PIC room to determine if I can provide feedback in a timely manner (meaning quick).

From a rule perspective, the Division has 30-days to provide a response. Right now, I am reviewing another plan that is already past the 30 day response time.

Once the PIC locates the submittal for me, I can look at it and estimate the amount of time required to review it. If it's reasonable, then I can review it after my current plan review.

Sorry for the delay.
Beth

Beth Ericksen
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